

Message Text

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ACTION XMB-04

INFO OCT-01 ARA-06 ISO-00 AID-05 CIAE-00 COME-00 EB-07

FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 OPIC-03 SP-02

CIEP-01 OMB-01 L-03 /049 W

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P 071236Z OCT 76

FM AMEMBASSY SANTO DOMINGO

TO SECSTATE WASHDC PRIORITY 8477

LIMITED OFFICIAL USE SANTO DOMINGO 4915

E.O. 11652: N/A

TAGS: ENRG, EINV, DR

SUBJECT: LETTER OF INTENT GIVEN GE FOR FOUR LARGE GENERATORS

DEPARTMENT PASS EXIMBANK/EDWARD J. O'CONNOR

REF: A) SANTO DOMINGO 4412, B) SANTO DOMINGO 4155

IN REFTTEL A EMBASSY TRANSMITTED TEXT OF SEPT 8 LETTER FROM
CDE ADMINISTRATOR JULIO SAURI TO GENERAL ELECTRIC INDICATING THAT
GODR WOULD CONSIDER BUYING FROM GE ALL FOUR 116-MEGAWATT GENERATORS
FOR THE ISABELA SITE IF THE PRICE DID NOT EXCEED US\$36 MILL TN
EACH. (LAST MAY GE BID US\$47 MILLION FOR THE FIRST GENERATOR,
FOR WHICH EXIMBANK FINANCING HAS ALREADY BEEN ARRANGED, AND
\$35 MILLION FOR THE SECOND.) SAURI HAS NOW SENT ANOTHER LETTER
TO GE DATED SEPT 30 WHICH APPEARS TO BE A SOMEWHAT FIRMER COMMIT-
MENT. THE LETTER IN TRANSLATION READS IN TOTO AS FOLLOWS:

BEGIN TEXT

ON RECEIVING YOUR OFFER DATED SEPTEMBER 30, 1976, TO SUPPLY
TO THE DOMINICAN ELECTRIC CORPORATION FOUR THERMOELECTRIC UNITS
OF 116 MEGAWATTS EACH, ON THE DELIVERY DATES MENTIONED IN YOUR
LETTER, WE ARE PLEASED TO INFORM YOU, IN OUR CAPACITY AS
GENERAL ADMINISTRATOR OF THE DOMINICAN ELECTRIC CORPORATION,
THAT AFTER DISCUSSION WITH YOU FOR SEVERAL WEEKS THE TERMS
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AND PRICES OF THESE UNITS AND FOLLOWING THE RECOMMENDATIONS

CONTAINED IN THE EVALUATION UNDERTAKEN BY THE MONTREAL ENGINEERING COMPANY, WE FIRMLY INTEND TO CONTRACT WITH THE GENERAL ELECTRIC COMPANY THE TURNKEY PURCHASE OF THE AFORMENTIONED UNITS, PROVIDED THAT AFTER SUBMITTING THE MATTER TO THE CONSIDERATION OF THE HONORABLE PRESIDENT OF THE REPUBLIC AND THIS COMPANY'S DIRECTIVE BOARD, WE RECEIVE APPROVAL TO CARRY OUT THE FINAL PURCHASE TRANSACTION.

PLEASE AWAIT OUR REPLY UNTIL OCTOBER 15, 1976, WHEN WE CONSIDER WE MAY HAVE A DEFINITE DECISION IN THE MATTER.

IF IT IS COMPLETELY CONVENIENT, WE COULD BEGIN DISCUSSION ON THE CONTRACT ON OCTOBER 11, TO WHICH END THIS GENERAL ADMINISTRATION WILL APPOINT A COMMISSION. END TEXT
AXELROD

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: GOVERNMENT PROCUREMENT, ELECTRIC GENERATORS
Control Number: n/a
Copy: SINGLE
Draft Date: 07 OCT 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ellisoob
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976SANTO04915
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760378-0918
From: SANTO DOMINGO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19761072/aaaackir.tel
Line Count: 76
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION XMB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 SANTO DOMINGO 4412, 76 SANTO DOMINGO 4155
Review Action: RELEASED, APPROVED
Review Authority: ellisoob
Review Comment: n/a
Review Content Flags:
Review Date: 14 APR 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14 APR 2004 by ElyME>; APPROVED <12 AUG 2004 by ellisoob>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

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Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
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Status: NATIVE
Subject: LETTER OF INTENT GIVEN GE FOR FOUR LARGE GENERATORS DEPARTMENT PASS EXIMBANK/EDWARD J. O'CONNOR
TAGS: ENRG, EINV, DR, GE
To: STATE
Type: TE
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